

Due to a reclass on the income statement line 19 federal income taxes incurred and line 26 change in net deferred income tax



ANNUAL STATEMENT
For the Year Ended December 31, 2017
OF THE CONDITION AND AFFAIRS OF THE
PAWTUCKET INSURANCE COMPANY

NAIC Group Code 04861, 0497 NAIC Company Code 14931 Employer's ID Number 05-0197250
Organized under the Laws of Rhode Island, State of Domicile or Port of Entry Rhode Island
Country of Domicile United States
Incorporated/Organized 06/19/1848 Commenced Business 02/10/1849
Statutory Home Office 25 Maple Street, Pawtucket, RI, US 02860-2104
Main Administrative Office 25 Maple Street, Pawtucket, RI, US 02860-2104 401-725-5600
Mail Address P. O. Box 820, Pawtucket, RI, US 02862-0820
Primary Location of Books and Records 25 Maple Street, Pawtucket, RI, US 02860-2104 401-725-5600
Internet Web Site Address www.pawtucketinsurance.com
Statutory Statement Contact Laura Leigh Jones, 401-495-6014
NBIC-ComplianceInbox@nbic.com, 401-728-0680

OFFICERS

Table with 4 columns: Name, Title, Name, Title. Rows include Todd Christopher Hart (Chief Executive Officer), Kirk Howard Lusk (Chief Financial Officer), Timothy Michael Moura # (President), Kirk Howard Lusk # (Secretary).

OTHER OFFICERS

Empty line for other officers.

DIRECTORS OR TRUSTEES

Table with 4 columns: Name #, Name #, Name #, Name #. Rows include Bruce Thomas Lucas #, Trifon Houvardas #, Richard Alexander Widdicombe #, Vijay Shankarrao Walvekar #, Shannon Elizabeth Lucas #, James Alfred Masiello #, Irini Barlas #.

State of RHODE ISLAND

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County of PROVIDENCE

The officers of this reporting entity, being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC Annual Statement Instructions and Accounting Practices and Procedures manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

Timothy Michael Moura
President

Kirk Howard Lusk
Secretary

Kirk Howard Lusk
Treasurer

Subscribed and sworn to before me
this day of

a. Is this an original filing? Yes [] No [X]
b. If no:
1. State the amendment number 1
2. Date filed 05/16/2018
3. Number of pages attached 2

ANNUAL STATEMENT FOR THE YEAR 2017 OF THE PAWTUCKET INSURANCE COMPANY

STATEMENT OF INCOME

| | 1 Current Year | 2 Prior Year |
|---|-------------------|-----------------|
| UNDERWRITING INCOME | | |
| 1. Premiums earned (Part 1, Line 35, Column 4) | .0 | .0 |
| DEDUCTIONS: | | |
| 2. Losses incurred (Part 2, Line 35, Column 7) | 94,898 | (1,833) |
| 3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1) | 26,924 | 83,905 |
| 4. Other underwriting expenses incurred (Part 3, Line 25, Column 2) | 478,712 | 543,677 |
| 5. Aggregate write-ins for underwriting deductions | .0 | .0 |
| 6. Total underwriting deductions (Lines 2 through 5) | 600,534 | 625,749 |
| 7. Net income of protected cells | .0 | .0 |
| 8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7) | (600,534) | (625,749) |
| INVESTMENT INCOME | | |
| 9. Net investment income earned (Exhibit of Net Investment Income, Line 17) | 527,021 | 590,994 |
| 10. Net realized capital gains (losses) less capital gains tax of \$ 0 (Exhibit of Capital Gains (Losses)) | (1,973) | 244 |
| 11. Net investment gain (loss) (Lines 9 + 10) | 525,048 | 591,238 |
| OTHER INCOME | | |
| 12. Net gain (loss) from agents' or premium balances charged off (amount recovered \$ amount charged off \$) | | .0 |
| 13. Finance and service charges not included in premiums | | .0 |
| 14. Aggregate write-ins for miscellaneous income | 0 | 0 |
| 15. Total other income (Lines 12 through 14) | 0 | 0 |
| 16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15) | (75,486) | (34,511) |
| 17. Dividends to policyholders | | 0 |
| 18. Net income, after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17) | (75,486) | (34,511) |
| 19. Federal and foreign income taxes incurred | (165,314) | (133,524) |
| 20. Net income (Line 18 minus Line 19) (to Line 22) | 89,828 | 99,013 |
| CAPITAL AND SURPLUS ACCOUNT | | |
| 21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2) | 3,081,509 | 2,387,423 |
| 22. Net income (from Line 20) | 89,828 | 99,013 |
| 23. Net transfers (to) from Protected Cell accounts | | .0 |
| 24. Change in net unrealized capital gains or (losses) less capital gains tax of \$ | | .0 |
| 25. Change in net unrealized foreign exchange capital gain (loss) | | .0 |
| 26. Change in net deferred income tax | (2,389,460) | (353,185) |
| 27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Col. 3) | 1,840,619 | 948,258 |
| 28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1) | .0 | .0 |
| 29. Change in surplus notes | (1,150,000) | .0 |
| 30. Surplus (contributed to) withdrawn from protected cells | | .0 |
| 31. Cumulative effect of changes in accounting principles | | .0 |
| 32. Capital changes: | | |
| 32.1 Paid in | | .0 |
| 32.2 Transferred from surplus (Stock Dividend) | | .0 |
| 32.3 Transferred to surplus | | .0 |
| 33. Surplus adjustments: | | |
| 33.1 Paid in | | .0 |
| 33.2 Transferred to capital (Stock Dividend) | | .0 |
| 33.3 Transferred from capital | | .0 |
| 34. Net remittances from or (to) Home Office | | .0 |
| 35. Dividends to stockholders | | .0 |
| 36. Change in treasury stock (Page 3, Lines 36.1 and 36.2, Column 2 minus Column 1) | .0 | .0 |
| 37. Aggregate write-ins for gains and losses in surplus | 1,194,894 | 0 |
| 38. Change in surplus as regards policyholders for the year (Lines 22 through 37) | (414,119) | 694,086 |
| 39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37) | 2,667,390 | 3,081,509 |
| DETAILS OF WRITE-INS | | |
| 0501. | | .0 |
| 0502. | | .0 |
| 0503. | | .0 |
| 0598. Summary of remaining write-ins for Line 5 from overflow page | .0 | .0 |
| 0599. Totals (Lines 0501 through 0503 plus 0598) (Line 5 above) | 0 | 0 |
| 1401. OTHER INCOME | | .0 |
| 1402. | | .0 |
| 1403. | | .0 |
| 1498. Summary of remaining write-ins for Line 14 from overflow page | .0 | .0 |
| 1499. Totals (Lines 1401 through 1403 plus 1498) (Line 14 above) | 0 | 0 |
| 3701. PRIOR YEAR TAX ADJUSTMENT | 1,194,894 | .0 |
| 3702. | | .0 |
| 3703. | | .0 |
| 3798. Summary of remaining write-ins for Line 37 from overflow page | .0 | .0 |
| 3799. Totals (Lines 3701 through 3703 plus 3798) (Line 37 above) | 1,194,894 | 0 |

CASH FLOW

| | 1 Current Year | 2 Prior Year |
|---|-------------------|-----------------|
| Cash from Operations | | |
| 1. Premiums collected net of reinsurance..... | 0 | 0 |
| 2. Net investment income | 580,009 | 648,027 |
| 3. Miscellaneous income | 0 | 0 |
| 4. Total (Lines 1 through 3) | 580,009 | 648,027 |
| 5. Benefit and loss related payments | 53,645 | 8,168 |
| 6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts..... | 0 | 0 |
| 7. Commissions, expenses paid and aggregate write-ins for deductions | 589,088 | 465,778 |
| 8. Dividends paid to policyholders | 0 | 0 |
| 9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses)..... | (1,185,675) | (133,524) |
| 10. Total (Lines 5 through 9) | (542,942) | 340,422 |
| 11. Net cash from operations (Line 4 minus Line 10) | 1,122,951 | 307,605 |
| Cash from Investments | | |
| 12. Proceeds from investments sold, matured or repaid: | | |
| 12.1 Bonds | 244,252 | 301,786 |
| 12.2 Stocks | 0 | 0 |
| 12.3 Mortgage loans | 0 | 0 |
| 12.4 Real estate | 1,672,292 | 0 |
| 12.5 Other invested assets | 0 | 0 |
| 12.6 Net gains or (losses) on cash, cash equivalents and short-term investments | 0 | 0 |
| 12.7 Miscellaneous proceeds | 159 | 0 |
| 12.8 Total investment proceeds (Lines 12.1 to 12.7) | 1,916,703 | 301,786 |
| 13. Cost of investments acquired (long-term only): | | |
| 13.1 Bonds | 0 | 245,069 |
| 13.2 Stocks | 0 | 0 |
| 13.3 Mortgage loans | 0 | 0 |
| 13.4 Real estate | 0 | 0 |
| 13.5 Other invested assets | 0 | 0 |
| 13.6 Miscellaneous applications | 0 | 0 |
| 13.7 Total investments acquired (Lines 13.1 to 13.6) | 0 | 245,069 |
| 14. Net increase (decrease) in contract loans and premium notes | 0 | 0 |
| 15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14) | 1,916,703 | 56,717 |
| Cash from Financing and Miscellaneous Sources | | |
| 16. Cash provided (applied): | | |
| 16.1 Surplus notes, capital notes | (1,150,000) | 0 |
| 16.2 Capital and paid in surplus, less treasury stock..... | 0 | 0 |
| 16.3 Borrowed funds | 0 | 0 |
| 16.4 Net deposits on deposit-type contracts and other insurance liabilities | 0 | 0 |
| 16.5 Dividends to stockholders | 0 | 0 |
| 16.6 Other cash provided (applied)..... | (1,502,119) | 81,346 |
| 17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6) | (2,652,119) | 81,346 |
| RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS | | |
| 18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17) | 387,535 | 445,668 |
| 19. Cash, cash equivalents and short-term investments: | | |
| 19.1 Beginning of year | 5,014,298 | 4,568,630 |
| 19.2 End of year (Line 18 plus Line 19.1) | 5,401,833 | 5,014,298 |